

FISCAL NOTE

HB 2053

April 4, 2007

SUMMARY OF BILL: Requires owners of off-highway motor vehicles (OMV's) to pay a titling fee of \$50 when registering such vehicles. Requires purchasers of OMV's to pay a variable fee between \$25 and \$75 based upon the purchase price of the vehicle when such purchase is made from a dealership or in the case of a private sale, collected by the county clerk prior to issuance of a title. All funds collected pursuant to such fees would be earmarked for the off-highway motor vehicle program. OMV's utilized on private land, for farming purposes or in a commercial business would be exempt.

ESTIMATED FISCAL IMPACT:

Increase State Revenues – Exceeds \$130,000/Earmarked within the Wildlife Fund for the Off-Highway Motor Vehicle Program

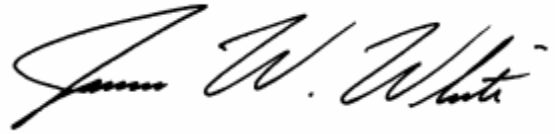
Increase State Expenditures – Not Significant

Assumptions:

- Approximately 68,000 OMV's in Tennessee. Based upon a ratio of OMV's to private passenger vehicles of 75 to 1.
- 90% of such vehicles would be exempt according to the provisions of the bill.
- 20% of the total number of OMV's are assumed to be new sales.
- An average vehicle capital fee of \$50. Applicable to 1,360 OMV's based on the assumptions noted above.
- A titling fee of \$50. Applicable to 1,360 OMV's based upon the assumptions noted above.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized "J" and "W".

James W. White, Executive Director